THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON MAY 30, 2008, IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE MINERAL, SURFACE, DEVELOPMENT, AND FEE WAIVER BUSINESS MATTERS AS INDICATED AND WHICH BECOME EFFECTIVE AT 5:00 P.M. ON MAY 30, 2008.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGE 1 TO 4; SURFACE ACTIONS AS LISTED ON PAGES 5 TO 20; DEVELOPMENT ACTIONS AS LISTED ON PAGES 21 TO 29; AND ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGE 29.

THESE MINUTES ARE DEEMED THE FINAL AGENCY ACTION CONCERNING THESE MATTERS AND ARE SUBJECT TO REVIEW AND/OR ADJUDICATION PURSUANT TO R850-8 OF THE AGENCY'S RULES. ANY APPEAL OF MATTERS CONTAINED WITHIN THESE MINUTES MUST BE IN WRITING, PURSUANT TO R850-8-1000, AND MUST BE RECEIVED BY THE OFFICE OF THE DIRECTOR BY 5:00 P.M. ON FRIDAY, JUNE 13, 2008. APPEALS NOT FILED BY THAT TIME WILL BE CONSIDERED UNACCEPTABLE AND THE MATTERS WILL BE UNAPPEALABLE.

KEVIN S. CARTER, DIRECTOR SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION

ARCHIVES APPROVAL NO. 7990209

MINERAL ACTIONS

<u>CORRECTION OF REFUND AMOUNT ON DIRECTOR'S MINUTES OF FEBRUARY 8, 2008 – ML 47507 – OIL, GAS, AND HYDROCARBON (SCH)</u>

The Director, on February 8, 2008, approved the cancellation of ML 47507. The correction included a refund in the amount of \$2,140. It has been discovered that the refund amount should have been \$1,920.

Upon recommendation of Ms. Garrison, the Director approved the above-listed correction and refund.

<u>CORRECTION OF DIRECTOR'S MINUTES OF SEPTEMBER 29, 2006 – ML 49270 (SCH) – OIL, GAS, AND HYDROCARBON</u>

The Director, on September 29, 2006, approved the total assignment of the above-numbered lease to Enerquest Oil & Gas, Ltd. (75%), and Roddy Production Co., Inc. (25%). It has been discovered that this assignment should have been for 100% interest as to operating rights only; record title interest is still in the name of Crownquest Operating, LLC-100%.

Upon recommendation of Ms. Garrison, the Director approved the above-listed correction.

<u>AMENDMENT OF OIL, GAS, AND HYDROCARBON LEASE - ML 47968 (SCH: 1940.92; USH: 160.00; NS: 320.00)</u>

Through inventory of our lands, it has been found that the description and acreage in the above-numbered lease was in error. The lease was issued as follows (affected description and acreage is bolded and italicized):

T34S, R26E, SLB&M.

2460.92 ACRES

SEC. 2: LOTS 1, 2, 3, 4

SEC. 4: LOTS 1, 2, S¹/₂NE¹/₄, S¹/₂

SEC. 16: ALL

SEC. 19: W1/2

SEC. 21: ALL

SEC. 22: NE¹/₄SE¹/₄

CORRECTED LEGAL DESCRIPTION:

T34S, R26E, SLB&M.

2420.92 ACRES

SEC. 2: LOTS 1, 2, 3, 4

SEC. 4: LOTS 1, 2, S½NE¼, S½

SEC. 16: ALL

SEC. 19: W¹/₂

SEC. 21: ALL

AMENDMENT OF OIL, GAS, AND HYDROCARBON LEASE - ML 47968 (SCH: 1940.92; USH: 160.00; NS: 320.00) (CONTINUED)

The parties have agreed that there will be no retroactive refunds or charges to lessee for incorrect descriptions resulting in overpayment or underpayment of rentals. However, any changes to delay rental amounts will be effective immediately and corrected amounts will be due commencing on the next ensuing anniversary date of the lease following the effective date of this amendment and will continue at that rate so long as the lease remains valid and in full force and effect unless the Record Title Lessee is notified otherwise by TLA.

The lease and all other of its terms and conditions remain in full force and effect and are ratified hereby. To the extent necessary to effectuate the intent of the parties stated herein, this amendment shall be deemed to contain present words of grant.

This amendment has been agreed to and executed by the current lessee of record, Crownquest Operating LLC, 303 W. Wall, Suite 1400, Midland, TX 79702.

Upon recommendation of Ms. Garrison, the Director approved the above amendment as listed.

NAME CHANGE – JAKE OIL OF UTAH, LLC TO PATMOS ENERGY, LLC – ML 47799 (SCH), ML 50519 (SCH), ML 50520 (SCH: 42.91; MH: 286.77), AND ML 50521 (SCH) – OIL, GAS, AND HYDROCARBON

This office has received evidence that effective February 26, 2008, Jake Oil of Utah, LLC changed their name to Patmos Energy, LLC, P.O. Box 7430, Spanish Fort, AL 36577, affecting the above-numbered leases.

This item was submitted by Ms. Garrison for record-keeping purposes only.

ACCEPTANCE OF \$5,000 CASH DEPOSIT - ML 47726 (SCH) - OIL, GAS & HYDROCARBON LEASE

Richfield Resources LLC, c/o Dale Armstrong, Suite 342, 420 E. South Temple, Salt Lake City, UT 84111-1334, has submitted a cash deposit in the amount of \$5,000 (Receipt SLO55134) as surety to cover operations of the Pine Springs Well #1 (API 43 039 30037) under State of Utah Oil, Gas and Hydrocarbon Lease ML 47726.

Upon recommendation of Mr. Bonner, the Director accepted the \$5,000 cash deposit from Richfield Resources LLC, c/o Dale Armstrong.

RELEASE OF STATEWIDE BOND OF LESSEE (ALL)

On June 21, 2000, the Director accepted an \$80,000 State of Utah Statewide Bond of Lessee from Dominion Exploration & Production, Inc., Attn: Susan H. Sachitana, 1450 Poydras Street, New Orleans, LA 70112-6000, Bond No. 76S63050361, with Travelers Casualty and Surety Company of America, The Horizon Center, 9020 Overlook Blvd., Brentwood, TN 37027, as surety to cover their statewide oil and gas exploration and development operations. An Assumption Rider was later submitted reducing the bond amount to \$15,000.

Dominion Exploration & Production, Inc. has requested release of Bond No. 76S63050361 as they have sold their Utah properties to XTO Energy, Inc. and all oil and gas operations will be covered under their Statewide Bond of Lessee. The Auditing Section has been advised of this request and concurs with release of Bond No. 76S63050361 as requested.

Upon recommendation of Mr. Bonner, the Director released Bond No. 76S63050361.

APPROVAL OF THE NORTH HORSESHOE BEND UNIT (SCH)

Elk Horseshoe LLC, Operator of the North Horseshoe Bend Unit, has furnished the State of Utah School and Institutional Trust Lands Administration office with evidence that the unit was approved by the Bureau of Land Management on May 15, 2008, with the same effective date.

The following leases should be noted as being committed to the North Horseshoe Bend Unit with all formations unitized:

<u>LESSEE</u>
Elk Horseshoe LLC

Unleased SITLA land located in Township 6 South, Range 22 East, Section 16: Lot 4 (1.35) [aka Part of NE¼NE¼], SLB&M., is considered uncommitted to the unit at this time.

This item is submitted by Ms. Wells for record-keeping purposes only.

APPROVAL OF AUTOMATIC UNIT CONTRACTION OF THE HUNTINGTON ("SHALLOW") CBM UNIT

Under the terms of the unit agreement for the captioned unit, XTO Energy Inc. was required to drill 10 wells annually in order to keep the unit active. The required drilling schedule discussed in Section 9(b) was not kept for the year April, 2007, thru April, 2008. Therefore, as set out in Paragraph 2(e) of the unit agreement, the Huntington ("Shallow") CBM Unit will contract to the existing combined participating area "BC" effective May 1, 2008. The lands contained in the 15th revision to the PA "BC", being 9,531.62 acres, more or less, will constitute the boundaries of the contracted unit. As a result of the automatic elimination, the unit will eliminate 8,864.19 acres. There are several wells drilled outside the participating area "BC" and some wells within the outline of the contracted unit that did not qualify for unit status. Those wells will continue to be paid on a lease basis.

The following Trust Lands leases are entirely eliminated from the unit area:

ML 47102	ML 48199	ML 48228

The following Trust Lands leases are partially eliminated from the unit area:

ML 46142	ML 47217	ML 48176	ML 48192	ML 48193
ML 48194	ML 48195	ML 48202	ML 48214	ML 48218
ML 48221	ML 48229	ML 48230		

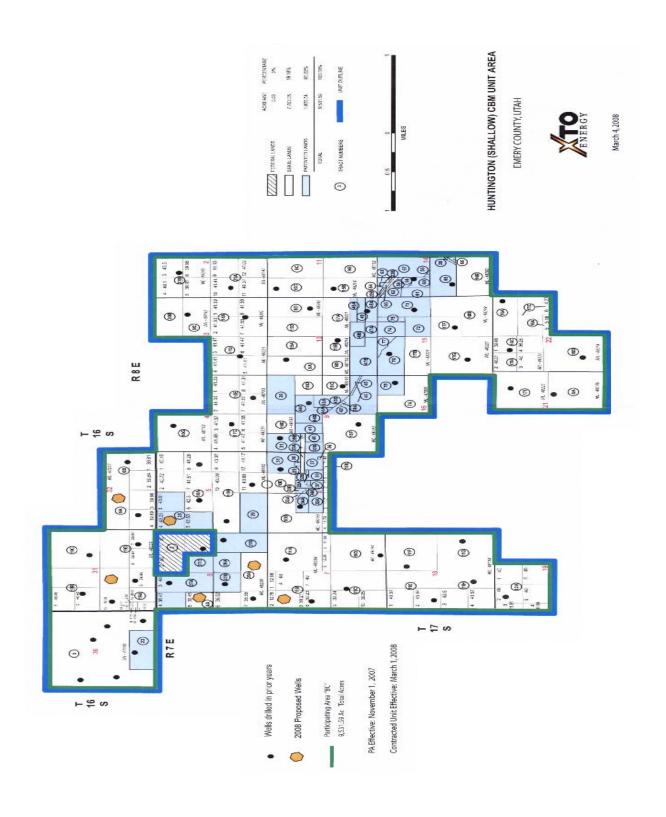
The leases that have been entirely eliminated from the unit area will revert to their primary term status or be given a two year extension from the date of contraction, whichever is the greater length of time.

The Trust Lands Administration as authorized officer of the Huntington ("Shallow") CBM Unit, Emery County, Utah, has approved the Automatic Unit Contraction of the Unit effective May 1, 2008.

Upon recommendation of Ms. Garrison, the Director approved the above-listed Contraction.

See attached map for Contracted area covering 9,531.62 acres.

APPROVAL OF AUTOMATIC UNIT CONTRACTION OF THE HUNTINGTON ("SHALLOW") CBM UNIT (CONTINUED)



SURFACE ACTIONS

GRAZING PERMITS

RENEWAL OF GRAZING PERMITS

The following grazing permits have been renewed for a period of 15 years, beginning July 1, 2008, and expiring June 30, 2023.

Permit #	# Acres	<u># AUMs</u>	County(s)	Fund(s)
GP 22155-08	479.38	41.00	Utah	School
GP 22192-08	2,139.99	272.00	Summit	School
GP 22201-08	640.00	27.00	Duchesne	School

Upon recommendation of Ms. Paula Lane, the Director approved the renewal of these permits.

GRAZING PERMIT NO. 22377 (NON-USE)

Mark J. Brinkerhoff, has requested 100% non-use on GP 22377, due to a rangeland seeding completed in 2007 and the land needing rest. The non-use period will apply to the 2008-2009 grazing season. The \$20.00 non-use and \$3.06 weed fees have been paid. Kane County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the non-use for GP 22377.

GRAZING PERMIT NO. 14-01 (PARTIAL NON-USE)

The above grazing permit is in the name of Linda M. Muth and Dustin E. Muth, 3580 North Hwy. 155, Elmo, UT 84521. The permittees have requested permission to take 85.33% (448 AUMs) non-use for the 2008 grazing season, due to drought conditions. The non-use fee of \$20.00 has been paid. The permittees should be billed for 77 AUMs in the 2008-2009 billing season. Carbon and Emery Counties. School Fund.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the partial non-use for GP 14-01.

GRAZING PERMIT NO. 22242-08 (FIVE-YEAR SUBLEASE APPROVAL)

Darthella Cook, 37 South 100 East, P.O. Box 117, Goshen, UT 84633-0117, has requested permission to sublease 100% of the above referenced grazing permit for a period of five years to the Max O. & Barbara Horton Family Trust, Goshen, UT 84633. The sublease fee in the amount of \$54.00 has been submitted. The permittee had made an overpayment of \$151.20, which will be applied toward the 2009-2010 billing. Utah and Juab Counties. School Fund.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the sublease for GP 22242-08.

RIGHTS OF ENTRY

RIGHT OF ENTRY NO. 5136 (CANCELLATION)

On February 28, 2008, the School and Institutional Trust Lands Administration received an application from Desert Rocks, 2616 Wilmington Avenue, Salt Lake City, UT 84109, to occupy the following described trust land located within Grand and San Juan Counties for excess parking adjacent to private land where a music festival was to be held:

T26S, R21E, SLB&M

Sec. 33: Within

T27S, R21E, SLB&M

Sec. 3: Within

The permittee has requested cancellation because they are no longer interested in pursuing the use of trust land. At the time of application, the permittee submitted the \$200.00 rental plus the \$50.00 application fee and the \$50.00 processing fee. They are requesting the \$200.00 rental be refunded. Grand and San Juan Counties. School Fund.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved the **refund of \$200.00** with the \$100.00 application/processing fee being forfeited to the Trust Lands Administration.

RIGHT OF ENTRY NO. 5187 (APPROVAL)

The School and Institutional Trust Lands Administration has received a right of entry application from the Town of Manila, P.O. Box 189, Manila, UT 84046, to occupy the following described trust land located within Daggett County for a test well site:

Township 3 North, Range 18 East, SLB&M

Sec 26: Within

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. School Fund. Daggett County. Beginning Date: June 1, 2008. Expiration Date: May 31, 2009.

Upon recommendation of Mr. Lou Brown, the Director approved the above listed Right of Entry for a term of one year.

RIGHT OF ENTRY NO. 5188

On May 20, 2008, the School and Institutional Trust Lands Administration received an application from GoneMoab, P.O. Box 5, Irvin, CA 95724, to occupy the following described trust land located within Grand and San Juan Counties to conduct a recreational event:

T21S, R16E, SLB&M

Sec. 36: Within

T22S, R16E, SLB&M

Sec. 2: Within

T22S, R17E, SLB&M

Sec. 32: Within

RIGHT OF ENTRY NO. 5188 (CONTINUED)

<u>T22S, R19E, SLB&M</u> Sec's 15, 22, 23, 24: Within

T22S, R20E, SLB&M

Sec. 36: Within

T22S, R21E, SLB&M

Sec. 23: Within

T22S, R22E, SLB&M

Sec. 2: Within

T23S, R17E, SLB&M

Sec. 2: Within

T23S, R20E, SLB&M

Sec's 33, 34: Within

T23S, R22E, SLB&M

Sec. 36: Within

T23S, R23E, SLB&M

Sec's 16, 32: Within

T23S, R24E, SLB&M

Sec. 36: Within

T24S, R18E, SLB&M

Sec's 32, 36: Within

T24S, R19E, SLB&M

Sec's 16, 32: Within

T24S, R20E, SLB&M

Sec's 2, 13, 14, 27: Within

T24S, R24E, SLB&M

Sec. 2: Within

T24S, R25E, SLB&M

Sec. 16: Within

T25S, R18E, SLB&M

Sec's 16, 36: Within

T25S, R19E, SLB&M

Sec's 32, 36: Within

RIGHT OF ENTRY NO. 5188 (CONTINUED)

<u>T25S, R19E, SLB&M</u> Sec's 32, 36: Within

<u>T25S, R20E, SLB&M</u> Sec's 2, 16, 32, 36: Within

<u>T25S, R22E, SLB&M</u> Sec's 32, 36: Within

<u>T25S</u>, <u>R23E</u>, <u>SLB&M</u> Sec. 32: Within

T26S, R18E, SLB&M Sec. 2: Within

T26S, R19E, SLB&M Sec. 2: Within

<u>T26S</u>, <u>R21E</u>, <u>SLB&M</u> Sec's 16, 33: Within

<u>T26S</u>, <u>R23E</u>, <u>SLB&M</u> Sec. 32: Within

T27S, R23E, SLB&M Sec's 7, 8: Within

<u>T27S, R22E, SLB&M</u> Sec's 1, 2, 16, 35: Within

T39S, R11E, SLB&M Sec. 36: Within

T40S, R11E, SLB&M Sec. 2: Within

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The permittee shall also pay to the Trust Lands Administration the sum of \$4.00/vehicle if the total number of vehicles exceeds 50, within 30 days of the permit expiration date. Grand & San Juan Counties. School & USU Funds. Expiration date: May 23, 2008.

This item was submitted by Ms. Jeanine Kleinke for record-keeping purposes.

RIGHT OF ENTRY NO. 5191 (APPROVAL)

On May 27, 2008, the School and Institutional Trust Lands Administration received an application from SLM Corporation, DBA High Point Hummer & ATV, P.O. Box 1191, Moab, UT 84532, to occupy the following described trust land located within Grand and San Juan Counties to conduct commercial tours for a one-year term:

T21S, R16E, SLB&M

Sec. 36: Within

T22S, R16E, SLB&M

Sec. 2: Within

T22S, R17E, SLB&M

Sec. 32: Within

T22S, R19E, SLB&M

Sec's 15, 22, 23, 24: Within

T22S, R20E, SLB&M

Sec. 36: Within

T22S, R21E, SLB&M

Sec. 32: Within

T22S, R22E, SLB&M

Sec. 2: Within

T23S, R17E, SLB&M

Sec. 2: Within

T23S, R20E, SLB&M

Sec's 33, 34: Within

T23S, R22E, SLB&M

Sec. 36: Within

T23S, R23E, SLB&M

Sec's 16, 32: Within

T23S, R24E, SLB&M

Sec. 36: Within

T24S, R18E, SLB&M

Sec's 32, 36: Within

T24S, R19E, SLB&M

Sec's 16, 32: Within

T24S, R20E, SLB&M

Sec's 2, 13, 14, 27: Within

RIGHT OF ENTRY NO. 5191 (APPROVAL) (CONTINUED)

<u>T24S, R24E, SLB&M</u>

Sec. 2: Within

T25S, R18E, SLB&M

Sec's 16, 36: Within

T25S,R19E, SLB&M

Sec's 32, 36: Within

T25S, R20E, SLB&M

Sec's 2, 16, 32, 36: Within

T25S, R22E, SLB&M

Sec's 32, 36: Within

T25S, R23E, SLB&M

Sec. 32: Within

T26S, R18E, SLB&M

Sec. 2: Within

T26S, R19E, SLB&M

Sec. 2: Within

T26S, R21E, SLB&M

Sec's 16, 33: Within

T26S, R23E, SLB&M

Sec. 32: Within

T27S, R23E, SLB&M

Sec's 7, 8: Within

T27S, R22E, SLB&M

Sec's 1, 2, 16, 35: Within

T39S, R11E, SLB&M

Sec. 36: Within

T40S, R11E, SLB&M

Sec. 2: Within

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The permittee shall also pay to the Trust Lands Administration the sum of 3% of gross receipts, based on number of clients, number of client days, and percentage of time spent on trust land, within 30 days of permit expiration date. Grand and San Juan Counties. School and USU Funds. Beginning date: May 1, 2008. Expiration date: April 30, 2009.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5191 for a one-year term.

EASEMENTS

EASEMENT FEE SCHEDULE ADJUSTMENTS (APPROVAL)

Pursuant to Rule R850-40-400, which allows the Agency to establish charges for easements based on either the market value of the use or the market value of the land encumbered by the easement, it is proposed that the easement charges for oil and gas pipeline easements be adjusted. The current fee schedule has been in place since October 1, 1990, therefore the Agency has determined that it is appropriate to determine the current market value of oil and gas easements based on the change in the Consumer Price Index ("CPI") from October, 1990, to the current time. The recommended fees for oil and gas pipeline easements are as follows:

Oil and Gas Pipeline Easement Fee Schedule:

Outside Diameter of Pipe:	\$ per Rod:
< 2"	\$9.40
2.0" – 13"	\$19.00
13.1" – 25"	\$28.00
25.1" – 37"	\$38.00
> 37"	\$75.00

It is also proposed that the published easement fee schedule of the Agency be revised to reflect the following charges for road easements:

Existing Roads:

Width:	\$ per Rod:
66.1' – 100'	\$15.00
> 100'	\$20.00

New Construction:

Width	\$ per Rod:
66.1' – 100'	\$22.50
> 100'	\$30.00

The Agency's published easement fee schedule does not currently reflect rates for the above categories of road easements, therefore these categories and rates will be added to the fee schedule for clarification purposes. The rates for these additional categories have been extrapolated from the currently published rates for existing categories of road easements.

The fees for all other categories of easements, including those issued for pipelines other than oil and gas pipelines, will not change and will remain as currently published by the Agency.

Upon recommendation of Mr. Chris Fausett, the Director approved the easement fee schedule adjustments as outlined. The fee schedule shall be effective for applications received on or after June 1, 2008.

SPECIAL USE LEASE AGREEMENTS

SPECIAL USE LEASE AGREEMENT NO. 1576 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Aurora Gathering LLC 1401 17th Street, Suite 700 Denver, Colorado 80202

APPLICATION TYPE: INDUSTRIAL

TERMS: 30 years

BEGINNING DATE: June 1, 2008
ENDING DATE: March 31, 2038

NEXT REVIEW DATE: March 31, 2013

FIRST YEAR RENTAL: \$12,500.00
APPLICATION FEE: \$ 250.00
PROCESSING FEE: \$ 700.00
ADVERTISING FEE: \$ 90.00
TOTAL SUBMITTED: \$13,473.40

LEGAL DESCRIPTION:

Township 8 South, Range 22 East, SLB&M

Section 16: NE¹/₄NE¹/₄ (within)

Beginning at [a point in] the NE¹/4NE¹/4 of Section 16, T8S, R22E, SLB&M, which bears S 53°56'16" W 364.15 ft. from the Northeast Corner of said Section 16; thence S 28°27'27" E 333.45 ft.; thence S 08°44'00" E 376.44 ft.; thence S 73°57'17" W 522.17 ft.; thence N 21°51'40" E 391.41 ft.; thence N 20°46'54" W 334.03 ft.; thence N 34°14'55" W 253.99 ft.; thence N 65°45'27" E 133.20 ft.; thence S 64°59'23" E 309.02 ft. to the point of beginning. Basis of bearings is a G.P.S. observation. Contains 6.823 acres, more or less.

COUNTY: Uintah ACRES: 6.823 FUND: School

PROPOSED ACTION:

The applicant proposes to construct, operate, and maintain a natural gas processing and compressor facility. The facility will process and compress gas from the proposed Aurora Extension pipeline alignment. The proposed term of the lease is 30 years.

RELEVANT FACTUAL BACKGROUND:

The application was advertised in a paper of local circulation in Uintah County. In addition, Uintah County was notified of the action and a copy of the notice was sent to all lessees, permittees, and adjoining landowners. The required public notice process has been completed pursuant to the requirements of R850-30-500(2)(d) and R850-30-500(2)(e). There were no competing applications received during the notice period.

The Resource Development Coordinating Committee ("RDCC") review was initiated December 20, 2007, and the following comments were received:

Division of Air Quality:

"This proposal will require a permit, known as an Approval Order, from the Executive Secretary of the Air Quality Board. A permit application, known as a Notice of Intent (NOI), should be submitted to the Executive Secretary at the Utah Division of Air Quality at 150 North 1950 West, Salt Lake City, Utah 84116, for reviewing according to R307-401: Permit: Notice of Intent and Approval Order, of the Utah Air Quality Rules. The guidelines for preparing a NOI are available on-line at:

"http://www.airquality.utah.gov/Permits/FORMS/NOIGuide8.pdf

SPECIAL USE LEASE AGREEMENT NO. 1576 (APPROVAL) (CONTINUED)

"In addition, the project is subject to R3907-205-5, Fugitive Dust, since the project could have a short-term impact on air quality due to the fugitive dust that could be generated during the excavation and construction phases of the project. An Approval Order is not required solely for the control of fugitive dust, but steps need to be taken to minimize fugitive dust, such as watering and/or chemical stabilization, providing vegetative or synthetic cover, or windbreaks. A copy of the rules may be round at:

"www.rules.utah.gov/publiciat/code/r307/r307.htm."

Utah Geological Survey:

"There are known significant vertebrate fossil localities recorded in our files in or near this project area, and the Eocene Uinta Formation exposed here has the potential for yielding additional significant vertebrate fossil localities. The Office of the State Paleontologist, therefore, recommends a paleontological survey be conducted for this project and its easements by a paleontologist with a valid permit."

The Uintah Basin Association of Governments and the Uintah County Commission were also notified. Uintah County had no comments on the proposed action.

A cultural resource inventory was conducted by S. Snyder and S. DuVall of Buys & Associates, Inc. of Littleton, Colorado; State of Utah Antiquities Project No. U-07-UY-0788b,s; report dated September 7, 2007, and titled, "A Class III Cultural Resource Inventory of Elk Resources Inc.'s Aurora Gathering Pipeline Extension Plant Site in Uintah County, Utah." The report was prepared for Elk Resources, Inc. of Denver, Colorado. The proposed project area was covered in its entirety by this survey and no sites were identified. In addition, the proposed project area was also partially surveyed by Montgomery (U-07-MQ-0214b,s [for adjacent pipeline] and U-02-MQ-0432) in which no sites were found. No avoidance or mitigation measures are recommended for the proposed project as there will be no effects to any historic properties as a result of the undertaking.

A Paleontological Survey was conducted by Alden H. Hamblin of A. H. Hamblin Paleontological Consulting, dated August 16, 2007, - Project: Elk Resources - Aurora Pipeline Extension and Plant Site. Several spots with mammal bone fragments were found on the south part of the plant site. Some turtle material was also found. These fossils were recorded as Fossil Locality 42Un2456V. The site is ranked HIGH paleontological sensitivity. It is recommended that ground disturbing activities in the Uinta formation should be monitored during site preparation. Some known fossils in these areas may need to be collected prior to construction. If significant fossil material is encountered during construction, work should be suspended and a qualified paleontologist should be contacted to evaluate the discovery.

The comments received are also addressed in Paragraph Number Nine of the lease agreement.

EVALUATION OF FACTS:

Competing applications were solicited pursuant to R850-30-500(2) and no competing applications were received. The application was reviewed pursuant to R850-30-500(2)(g) and the applicant was notified of the need to submit a sealed bid pursuant to R850-30-500(2)(f). The applicant submitted a sealed bid in the amount of \$12,500.00 per year for the 6.823 acres for the lease site. The lease will contain a clause providing for escalation of the annual rental fee at the end of each five-year period, utilizing the approved index.

This action qualifies as an exclusion to the narrative record of decision process because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Kurt Higgins, the Director approved the issuance of SULA 1576 with a beginning annual rental of \$12,500.00. The term of the lease will be 30 years, with a five-year rental review pursuant to R850-30-400.

SPECIAL USE LEASE AGREEMENT NO. 1581 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Kerr McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, Utah 84078

APPLICATION TYPE: INDUSTRIAL

FIRST YEAR RENTAL: \$1,000.00
TERMS: 30 years

APPLICATION FEE: \$ 250.00
BEGINNING DATE: June 1, 2008

ENDING DATE: May 31, 2038

NEXT REVIEW DATE: June 1, 2013

FIRST YEAR RENTAL: \$1,000.00
APPLICATION FEE: \$ 250.00

PROCESSING FEE: \$ 700.00

ADVERTISING FEE: \$ 44.25

TOTAL SUBMITTED: \$1,994.25

LEGAL DESCRIPTION:

Township 9 South, Range 25 East, SLB&M

Section 30: SE¹/₄NW¹/₄ (within)

Beginning at a point in the SE¼NW¼ of Section 30, T9S, R25E, SLB&M, which bears N 81°53'36" E 1834.32 ft from the West Quarter Corner of said Section 30, thence S 69°44'07" E 68.54 ft; thence S 17°13'56" E 150.07 ft; thence N 69°44'07" W 150.07 ft; thence N 17°13'56" W 150.07 ft; thence S69°44'07" E 81.53 ft to the point of beginning. Basis of bearings is a G.P.S. observation.

Containing 0.517 acres, more or less.

COUNTY: Uintah ACRES: 0.517 FUND: School

PROPOSED ACTION:

The applicant proposes to construct, operate, and maintain a natural gas meter station for an 8 inch natural gas pipeline. The proposed term of the lease is 30 years.

RELEVANT FACTUAL BACKGROUND:

The application was advertised in a paper of local circulation in Uintah County. In addition, Uintah County was notified of the action and a copy of the notice was sent to all lessees, permittees, and adjoining landowners. The required public notice process has been completed pursuant to the requirements of R850-30-500(2)(d) and R850-30-500(2)(e). There were no competing applications received during the notice period.

The Resource Development Coordinating Committee ("RDCC") review was initiated February 19, 2008, and the following comments were received from the Division of Air Quality and Utah Geological Survey:

Division of Air Quality:

"This proposal may require a permit, known as an Approval Order, from the Executive Secretary of the Air Quality Board if any compressor or pump stations are constructed at the site. If a permit is required, a permit application, known as a Notice of Intent (NOI), should be submitted to the Executive Secretary at the Utah Division of Air Quality at 150 North 1950 West, Salt Lake City, Utah 84116, for review according to R307-401: Permit: Notice of Intent and Approval Order, of the Utah Air Quality Rules. The guidelines for preparing a NOI are available on-line at:

"http://www.airqualilty.utah.gov/Permits/FORMS/NOIGuide8.pdf

SPECIAL USE LEASE AGREEMENT NO. 1581 (APPROVAL) (CONTINUED)

"In addition, the project is subject to R307-205-5, Fugitive Dust, since the project could have a short-term impact on air quality due to the fugitive dust that could be generated during the excavation and construction phases of the project. An Approval Order is not required solely for the control of fugitive dust, but steps need to be taken to minimize fugitive dust, such as watering and/or chemical stabilization, providing vegetative or synthetic cover, or windbreaks. A copy of the rules may be found at:

"www.rules.utah.gov/publicat/code/r307/r307.htm."

Utah Geological Survey:

"There are known significant vertebrate fossil localities recorded in our files in or near this project area, and the Eocene Uinta and Green River Formations exposed here have the potential for yielding additional significant vertebrate fossil localities. The Office of the State Paleontologist, therefore, recommends a paleontological survey be conducted for this project and its easements by a paleontologist with a valid permit."

This comment is addressed in the compliance paragraph (Number Eight) of the lease agreement.

The Uintah County Commission and the Uintah Basin Association of Governments were notified and had no adverse comments to the proposed action.

A cultural resource inventory was conducted by Montgomery Archaeological Consultants, State of Utah Antiquities Section Project No. U-05-MQ-1241b,p,s. The project has been reviewed by Trust Lands Administration's archaeology staff, who concurs with a finding of "no historic properties affected."

A paleontological survey was conducted on July 18 - 25, 2007, by Dave Alderks, Jason Klimek, Ashley Scheetz, Aaron Scheetz, Laura Shychoski, and Leith Tidwell under the direction of Stephen D. Sandau, paleontologists for Intermountain Paleo – Consulting, Report Number 07-165 dated August 2, 2007. The survey route of the pipeline included the area covered by the proposed meter station and receiver site. Only a few fossil fragments were observed during the survey. Therefore, it is recommended that no paleontological restrictions be placed on the development of the project. Should fossils be found during construction of the pipeline, a qualified paleontologist should immediately be contacted to evaluate the discovery.

The comments received are also addressed in Paragraph Nine of the lease agreement.

EVALUATION OF FACTS:

Competing applications were solicited pursuant to R850-30-500(2) and no competing applications were received. The application was reviewed pursuant to R850-30-500(2)(g) and the applicant was notified of the need to submit a sealed bid pursuant to R850-30-500(2)(f). The applicant submitted a sealed bid in the amount of \$1,000.00 per year for the 0.517 acres for the lease site. The lease will contain a clause providing for escalation of the annual rental fee at the end of each five-year period, utilizing the approved index.

This action qualifies as an exclusion to the narrative record of decision process because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Kurt Higgins, the Director approved the issuance of SULA 1581 with a beginning annual rental of \$1,000.00. The term of the lease will be 30 years, with a five-year rental review pursuant to R850-30-400.

SPECIAL USE LEASE AGREEMENT NO. 1582 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Kerr McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, Utah 84078

APPLICATION TYPE: INDUSTRIAL

FIRST YEAR RENTAL: \$1,000.00
TERMS: 30 years

APPLICATION FEE: \$250.00
BEGINNING DATE: June 1, 2008
ENDING DATE: May 31, 2038

NEXT REVIEW DATE: June 1, 2013

FIRST YEAR RENTAL: \$1,000.00
APPLICATION FEE: \$250.00
PROCESSING FEE: \$700.00
TOTAL SUBMITTED: \$1,994.25

LEGAL DESCRIPTION:

Township 9 South, Range 25 East, SLB&M

Section 30: SE¹/₄NW¹/₄ (within)

Beginning at a point in the SE¼NW¼ of Section 30, T9S, R25E, SLB&M, which bears N 82°06′25″ E 1741.15 ft from the West Quarter Corner of said Section 30, thence N 17°13′56″ E 80.07 ft; thence S 69°44′07″ E 90.07 ft; thence S 17°13′56″ W 80.07 ft; thence N 69°44′07″ W 90.07 ft to the point of beginning. Basis of bearings is a G.P.S. observation.

Containing 0.165 acres, more or less.

COUNTY: Uintah ACRES: 0.165 FUND: School

PROPOSED ACTION:

The applicant proposes to construct, operate, and maintain a receiver site (pig launch) for a natural gas pipeline. The proposed term of the lease is 30 years.

RELEVANT FACTUAL BACKGROUND:

The application was advertised in a paper of local circulation in Uintah County. In addition, Uintah County was notified of the action and a copy of the notice was sent to all lessees, permittees, and adjoining landowners. The required public notice process has been completed pursuant to the requirements of R850-30-500(2)(d) and R850-30-500(2)(e). There were no competing applications received during the notice period.

The Resource Development Coordinating Committee ("RDCC") review was initiated February 19, 2008, and the following comments were received from the Division of Air Quality and Utah Geological Survey:

Division of Air Quality:

"This proposal may require a permit, known as an Approval Order, from the Executive Secretary of the Air Quality Board if any compressor or pump stations are constructed at the site. If a permit is required, a permit application, known as a Notice of Intent (NOI), should be submitted to the Executive Secretary at the Utah Division of Air Quality at 150 North 1950 West, Salt Lake City, Utah 84116, for review according to R307-401: Permit: Notice of Intent and Approval Order, of the Utah Air Quality Rules. The guidelines for preparing a NOI are available on-line at:

"http://www.airqualilty.utah.gov/Permits/FORMS/NOIGuide8.pdf

SPECIAL USE LEASE AGREEMENT NO. 1582 (APPROVAL) (CONTINUED)

"In addition, the project is subject to R307-205-5, Fugitive Dust, since the project could have a short-term impact on air quality due to the fugitive dust that could be generated during the excavation and construction phases of the project. An Approval Order is not required solely for the control of fugitive dust, but steps need to be taken to minimize fugitive dust, such as watering and/or chemical stabilization, providing vegetative or synthetic cover, or windbreaks. A copy of the rules may be found at:

"www.rules.utah.gov/publicat/code/r307/r307.htm."

Utah Geological Survey:

"There are known significant vertebrate fossil localities recorded in our files in or near this project area, and the Eocene Uinta and Green River Formations exposed here have the potential for yielding additional significant vertebrate fossil localities. The Office of the State Paleontologist, therefore, recommends a paleontological survey be conducted for this project and its easements by a paleontologist with a valid permit."

This comment is addressed in the compliance paragraph (Number Eight) of the lease agreement.

The Uintah County Commission and the Uintah Basin Association of Governments were notified and had no adverse comments to the proposed action.

A cultural resource inventory was conducted by Montgomery Archaeological Consultants, State of Utah Antiquities Section Project No. U-05-MQ-1241b,p,s. The project has been reviewed by Trust Lands Administration's archaeology staff, who concurs with a finding of "no historic properties affected."

A paleontological survey was conducted on July 18 - 25, 2007, by Dave Alderks, Jason Klimek, Ashley Scheetz, Aaron Scheetz, Laura Shychoski, and Leith Tidwell under the direction of Stephen D. Sandau, paleontologists for Intermountain Paleo – Consulting, Report Number 07-165, dated August 2, 2007. The survey route of the pipeline included the area covered by the proposed meter station and receiver site. Only a few fossil fragments were observed during the survey. Therefore, it is recommended that no paleontological restrictions be placed on the development of the project. Should fossils be found during construction of the pipeline, a qualified paleontologist should immediately be contacted to evaluate the discovery.

The comments received are also addressed in Paragraph Nine of the lease agreement.

EVALUATION OF FACTS:

Competing applications were solicited pursuant to R850-30-500(2) and no competing applications were received. The application was reviewed pursuant to R850-30-500(2)(g) and the applicant was notified of the need to submit a sealed bid pursuant to R850-30-500(2)(f). The applicant submitted a sealed bid in the amount of \$1,000.00 per year for the 0.666 acres for the lease site. The lease will contain a clause providing for escalation of the annual rental fee at the end of each five-year period, utilizing the approved index.

This action qualifies as an exclusion to the narrative record of decision process because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Kurt Higgins, the Director approved the issuance of SULA 1582 with a beginning annual rental of \$1,000.00. The term of the lease will be 30 years, with a five-year rental review pursuant to R850-30-400.

SPECIAL USE LEASE AGREEMENT NO. 1591 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Dyno Nobel, Inc. 2650 Decker Lake Boulevard, Suite 300 Salt Lake City, Utah 84119-2077

APPLICATION TYPE: INDUSTRIAL FIRST YEAR RENTAL: \$37,900.00 TERMS: 10 years APPLICATION FEE: \$250.00 BEGINNING DATE: May 1, 2008 PROCESSING FEE: \$700.00 ENDING DATE: April 30, 2018 ADVERTISING FEE: \$246.19 NEXT REVIEW DATE: May 1, 2013 TOTAL SUBMITTED \$39,096.19

LEGAL DESCRIPTION:

Township 6 South, Range 1 West, SLB&M

Section 25: SW¹/₄NE¹/₄ (40.00 acres), SW¹/₄SE¹/₄ (40.00 acres), Lot 5 (39.60 acres), Lot 6 (38.60 acres), Lot 7 (1.52 acres), Lot 8 (21.08 acres), Lot 9 (38.54 acres) (Within).

Total Acreage: 219.34 acres, more or less.

COUNTY: Utah ACRES: 219.34 FUND: School

PROPOSED ACTION:

The applicant proposes to operate and maintain an industrial buffer zone for activities at the lessee's existing plant site. There will be no active use of the subject property included in the lease, with the exception of the storage of material on approximately two acres of the leased premises immediately adjacent to the applicant's existing plant site. The subject property was previously leased to the applicant under Special Use Lease Application No. 1131. SULA 1131 began April 30, 1998, for a term of 20 years, however the Trust Lands Administration had the right to terminate this lease after 10 years. The Trust Lands Administration exercised this right and terminated SULA 1131 effective April 30, 2008. There will be no new development or new use of the leased property under SULA 1591. The term of Special Use Lease Agreement No. 1591 will be 10 years, with a clause allowing the Trust Lands Administration to terminate the lease with 12 months written notice.

RELEVANT FACTUAL BACKGROUND:

Under SULA 1131, the lessee leased 1,284.03 acres. The nature of the property surrounding the subject property has changed considerably since the original lease, SULA 1131, was issued in 1998. Residential and other accompanying developments now neighbor this property. Due to the increase in the market value of this property, the applicant reduced the number of acres included in SULA 1591 from the original 1,284.03 acres to 219.34 acres.

The application was advertised in a paper of local circulation in Utah County. In addition, Utah County was notified of the action and a copy of the notice was sent to all lessees, permittees, and adjoining landowners. The required public notice process has been completed pursuant to the requirements of R850-30-500(2)(d) and R850-30-500(2)(e). There were no competing applications received during the notice period.

The Resource Development Coordinating Committee ("RDCC") and the Mountainland Association of Governments were not contacted as this is an existing use.

The term of the lease will be 10 years, with a clause allowing the Trust Lands Administration to terminate the lease with 12 months written notice. The applicant submitted a bid for the annual rental for the existing subject property of \$37,900.00 per year.

SPECIAL USE LEASE AGREEMENT NO. 1591 (APPROVAL) (CONTINUED)

EVALUATION OF FACTS:

Competing applications were solicited pursuant to R850-30-500(2) and no competing applications were received. The application was reviewed pursuant to R850-30-500(2)(g) and the applicant was notified of the need to submit a sealed bid pursuant to R850-30-500(1). The applicant submitted a sealed bid in the amount of \$37,900.00 per year for the 219.34 acres for the lease site. The lease will contain a clause providing for escalation of the annual rental fee at the end of each five-year period, utilizing the approved index and/or an appraisal to determine market value.

This action qualifies as an exclusion to the narrative record of decision because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Kurt Higgins, the Director approved the issuance of SULA 1591 with a beginning annual rental of \$37,900.00. A clause has been included in this lease whereby the Trust Lands Administration has the right to cancel this lease at any time with a 12 month written notice of intent of cancel. The term of the lease will be 10 years, with a five-year rental review pursuant to R850-30-400.

SPECIAL USE LEASE AGREEMENT NO. 1168 (ASSIGNMENT)

Pursuant to R850-30-900(1), Rampart Energy Fund LLC, c/o Babcock & Brown Energy Inc., 1512 Larimer St., 550, Denver, CO 80202, requests permission to assign 100% of its interest in the above-referenced lease to Fidelity Exploration & Production Company, 1700 Lincoln Street, Suite 2800, Denver, CO 80203. According to R850-30-900(5)(a), the current lease has been reviewed and the continuation of the existing lease form is in the best interest of the Trust Beneficiaries. The \$250.00 assignment fee has been submitted. Grand County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director approved the assignment of SULA 1168.

SPECIAL USE LEASE NO. 1453 (RECLAMATION BOND)

Pursuant to Paragraph 14 of the lease agreement, XTO Energy Inc., 810 Houston Street, Fort Worth, TX 76102, has submitted Corporate Surety Bond No. 105054821. The bonding company is Travelers Casualty and Surety Company of America, One Tower Square, 3PB, Hartford, CT 06183. The reclamation bond is for \$10,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1453.

SPECIAL USE LEASE NO. 1477 (RECLAMATION BOND)

Pursuant to Paragraph 14 of the lease agreement, XTO Energy Inc., 810 Houston Street, Fort Worth, TX 76102, has submitted Corporate Surety Bond No. 105054822. The bonding company is Travelers Casualty and Surety Company of America, One Tower Square, 3PB, Hartford, CT 06183. The reclamation bond is for \$10,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1477.

SALES

PATENT NO. 15155 (REISSUANCE)

Sutherland Title Company, 920 East Wood Oak Lane, Suite 100, Salt Lake City, Utah 84117, has requested the reissuance of Patent No. 15155 with a legal description based on the most recent survey. The subject property was originally surveyed in 1878 with a legal description as follows:

<u>Township 9 North, Range 5 East, SLB&M</u> Section 32 Containing 640 acres, M/L

In March of 1930, Patent No. 15155 was issued to Thomas Frazier, George A. Frazier, and Frank U. Frazier. This patent used the legal description from the original survey despite the fact that an independent resurvey of the subject property had been filed in January of 1925. The independent resurvey designated the subject property as "Tract 107, formerly Section 32". In October of 1977, Confirmatory Patent 43-78-0001 was issued by the BLM showing the legal description of the subject property as "Tract 107 (formerly Section 32).

It should be noted that in an independent resurvey, "it is necessary to preserve the boundaries of those lands patented by legal subdivisions of the sections of the original survey which are not identical with the corresponding legal subdivisions of the sections of the independent resurvey". This is done by surveying out by metes and bounds and designating as tracts the lands entered or patented on the basis of the original survey. (Manual of Surveying Instructions (1978)). This means that there is no "on the ground" difference between the parcel originally sold and the parcel described by the reissued patent.

It has been determined that the original purchaser is the appropriate patentee for the amended patent, pursuant to Utah Code Ann. § 53C-4-102(7). The Trust Lands Administration does not make a determination as to the present legal owners of the property.

The patent reissue fee of \$50.00 and a research fee of \$225.00 (3 hours @\$75.00/hour) for a total of \$275.00 have been submitted.

Upon recommendation of Mr. Richard Wilcox, the Director approved the reissuance of Patent No. 15155 in the name of the original purchaser.

DEVELOPMENT ACTIONS

DEVELOPMENT SUBDIVISION SALE

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR:

SUBD 14.0 Casitas at Hidden Valley

This transaction has been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 7, Township 43.0 S, Range 15.0 W, SLBM Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC 3143 SOUTH 840 EAST SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Lot Price Desc / Certificate # Cert/Sale Dt Patent # Patent Dt Fee Acreage Fund Section 19990-14-105 Lot 105 26419-14-105 05/12/08 01/31/07 \$20,501.83 \$100.00 0.03 SCH 18

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Amera Musial.

DEVELOPMENT SUBDIVISION SALE

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR:

SUBD 15.0 Estates at Hidden Valley Phase 1

This transaction has been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC 3143 SOUTH 840 EAST SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 44	26417-12-44	05/08/08	19989-12-44	01/31/07	\$31,129.62	\$100.00	0.16	SCH	18

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Amera Musial.

DEVELOPMENT SUBDIVISION SALE

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR:

SUBD 13.0 Villas at Hidden Valley

This transaction has been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC 3143 SOUTH 840 EAST SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 12	26418-13-12	05/13/08	19991-13-12	01/31/07	\$31,338.13	\$100.00	0.07	SCH	18

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Amera Musial.

DEVELOPMENT SALE - CORAL CANYON, PHASE 1 (PS 7468)

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR THE CORAL CANYON SUBDIVISION PURSUANT TO THE DEVELOPMENT AGREEMENT NO. 610 WITH SUNCOR DEVELOPMENT CORPORATION, AN ARIZONA CORPORATION, AND SUNCOR UTAH, INC., A UTAH CORPORATION (COLLECTIVELY "SUNCOR").

Miners Hospital

CERTIFICATE OF SALE NO.: 26445

CERT/DATE OF SALE: May 14, 2008

PATENT NO.: 20070

PATENT DATE: September 26, 2007
PROJECT: Coral Canyon Commercial

PROJECT MANAGER: Doug Buchi
PROJECT CODE: SUNCR 002 02

ACREAGE: 5.064

SALE PRICE: \$308,000.00 (received 05/21/08 via check)

PROCESSING FEE: \$20.00 AMOUNT RECEIVED: \$308,020.00

CONTRACT PARTNER:

FUND:

SUNCOR UTAH INC., a Utah Corporation 2250 N. Coral Canyon Boulevard, Suite 200

Washington, Utah 84780

DESCRIPTION OF TRANSACTION:

SunCor Utah, Inc. ("SunCor") requested, and the Trust Lands Administration agreed, to convey the subject property to SunCor for the purpose of immediate reconveyance to CORAL SPRINGS II, LLC, subject to the terms and conditions of Development Lease Number 610, for the purpose of constructing condominiums. The Trust Lands Administration's interest in the subject parcel is 40% of the sale amount to CORAL SPRINGS II, LLC.

LEGAL DESCRIPTION:

Township 42 South, Range 14 West, SLB&M

Section 4: (N2NW4SW4 within)

Beginning at a point which is North 00°22'33"East 2273.96 feet along the West Section line and North 90°00'00" East 353.06 feet from the West ¼ Corner of Section 4, Township 42 South, Range 14 West, Salt Lake Base and Meridian, said point being on the Northerly boundary line of the Coral Springs, LLC property recorded as Document #994604 in Book 1830 on Page 110 in the office of the Washington County Recorder in the State of Utah, and running thence North 32°27'35" East 92.62 feet to the point on the arc of a 257.60 foot radius curve concave to the right, the radius point of which bears South 86°16'28" East; thence Northeasterly along the arc of said curve 369.62 feet through a central angle of 82°12'37" to a point of non-tangency the radius point of which bears South 4°03'51" East; thence North 42°33'38" East 73.38 feet; thence South 26°25'12" East 150.38 feet; thence South 60°21'28" East 247.79 feet; thence South 20°37'07" West 286.56 feet; thence South 29°52'45" West 164.10 feet to the Northeasterly corner of said Coral Springs property; thence along said boundary in the following five (5) courses: North 30°30'41 West 119.09 feet; thence North 34°18'29" West 50.00 feet to a point on the arc of a 275.00 foot radius curve concave to the right, the radius point of which bears North 34°18'29" West; thence Southwesterly along the arc of said curve 27.88 feet through a central angle of 5°48'34"; thence South 61°30'12" West 103.87 feet to a point on the arc of a 527.50 foot radius curve concave to the left, the radius point of which bears South 60°11'10" West; thence Northwesterly along the arc of said curve 323.16 feet through a central angle of 35°06'02" to the point of tangency said point also being the point of beginning. Contains 5.064 acres, more or less.

DEVELOPMENT SALE - CORAL CANYON, PHASE 1 (PS 7468) (CONTINUED)

NUMBER OF ACRES BY COUNTY: 5.064 acres – Washington County

NUMBER OF ACRES BY FUND: 5.064 acres – Miners Hospital

LIST MINERAL RESERVATIONS:

Excepting and reserving all coal and other mineral deposits (other than oil and gas, which was previously reserved to the United States) along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to any valid, existing easement or rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by authority of the United States as provided by Statute; also,

Subject to the Effects of the Covenants, Conditions and Restrictions, recorded December 12, 2005, as Entry No. 990935, in Book 1823, at Pages 2394-2419. (Affects this and other property).

MINERAL LEASES CANCELED: None

SURFACE LEASES CANCELED: None

This item was submitted by Andrea L. James for record-keeping purposes.

CORRECTION TO DEVELOPMENT SUBDIVISION SALES

In the May 23, 2008, Director's Minutes, Page 21, the patent numbers were reported incorrectly. The corrections are bolded below.

SUBD 14.0 Casitas at Hidden Valley

These transactions have been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 7, Township 43.0 S, Range 15.0 W, SLBM Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC 3143 SOUTH 840 EAST SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 103	26419-14-103	05/06/08	19990-14-103	01/31/07	\$13,139.98	\$100.00	0.04	SCH	18
Lot 104	16419-14-104	05/06/08	19990-14-104	01/31/07	\$10,499.98	\$100.00	0.03	SCH	18

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

<u>CORRECTION TO DEVELOPMENT SUBDIVISION SALES --- CASITAS AT HIDDEN VALLEY</u> (CONTINUED)

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

Upon recommendation of Amera Musial, the Director approved the above correction.

RETRACTION OF CORRECTION AND ADDITION SUBDIVISION SETUP (SUBD NO. 11, EXCH 331)

IN THE DIRECTOR'S MINUTES OF MAY 23, 2008, PAGES 31 AND 32, A CORRECTION WAS MADE CONCERNING **THE BENEFICIARY** OF THE SUBDIVIDED LAND. FURTHER RESEARCH HAS SHOWN THE SOLE BENEFICIARY IS **SCHOOL** AS ORIGINALLY REPORTED ON NOVEMBER 30, 2007, PAGES 30 AND 31.

The correction is, therefore, rescinded and the Beneficiary exchange canceled.

This item was submitted for record-keeping purposes by Alexa Wilson.

CORRECTION TO FT. PIERCE AREA '1' STREET DEDICATIONS - DEDICATION (DEVL 832)

IN THE DIRECTOR'S MINUTES OF MAY 16, 2008, PAGES 23 – 26, ONE OF THE **SECTIONS (21)** UNDER THE HEADING **LEGAL DESCRIPTION** WAS NOTED INCORRECTLY, AND HAS BEEN CORRECTED AS SHOWN BELOW IN BOLD:

PROJECT: Ft. Pierce Industrial

PROJECT MANAGER: Doug Buchi PROJECT CODE: FPIND 000 00

FUND: School

DATE OF RECORDING: November 13, 2006

PLAT DEDICATION NO.: 129

CONVEYANCE TO: St. George City 175 East 200 North Street

ST. George, UT 84770

LEGAL DESCRIPTION:

Township 43 South, Range 15 West, SLB&M

Sections 19 and 20:

BOUNDARY DESCRIPTION PARCEL 1: Beginning at the East ¼ Corner of Section 20, Township 43 South, Range 15 West, Salt Lake Base and Meridian, and running thence N1°10′52″E 2504.487 Feet along the section line to the South line of 1630 East Street; Thence N88°49′08″W 66.00 Feet along 1630 East Street; Thence S1°10′52″W 1161.98 Feet to the point of 30.00 foot radius curve to the right; Thence Southwesterly through a central angle of 90°04′17″ and

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along the arc of said curve 47.16 Feet; Thence N88°44'50"W 693.06 Feet to the point of 35.00 foot radius curve to the right; Thence Northwesterly through a central angle of 44°17'27" and along the arc of said curve 27.06 Feet to the point of a 60.00 Foot radius curve to the left; Thence Southerly through a central angle of 268°35'03" and along the arc of said curve 281.26 Feet to the point of a 35.00 Foot radius curve to the right; Thence Northeasterly through a central angle of 44°17'35" and along the arc of said curve 27.06 Feet to a point of tangency; Thence S88°44'50"E 693.22 Feet to the point of a 30.00 Foot radius curve to the right; Thence Southeasterly through a central angle of 89°55'42" and along the arc of said curve 47.09 Feet; Thence S1°10'52"W 1138.38 Feet to the point of a 45.00 Foot radius curve to the right; Thence Southwesterly through a central angle of 90°03'58" and along the arc of said curve 70.74 Feet; Thence N88°45'10"W 2201.93 Feet to the point of a 800.00 Foot radius curve to the right; Thence Northwesterly through a central angle of 28°47'50" and along the arc of said curve 402.09 Feet; Thence N59°57'20"W 659.07 Feet to the point of a 666.00 Foot radius curve to the left; Thence Northwesterly through a central angle of 15°08'27" and along the arc of said curve 176.00 Feet; Thence N75°05'47"W 203.32 Feet to the point of a 45.00 Foot radius curve to the right; Thence northwesterly through a central angle of 90°08'30" and along the arc of said curve 70.80 Feet to the point of a 4950.00 Foot radius compound curve to the right; Thence northeasterly through a central angle of 3°13'33" and along the arc of said curve 278.69 Feet; Thence N18°16'16"E 304.705 Feet to the point of a 450.00 Foot radius curve to the right; Thence Northeasterly through a central angle of 14°41'44" and along the arc of said curve 115.42 Feet; Thence N32°58'00"E 87.63 Feet to the South line of River Road; Thence N57°02'00"W 100.00 Feet along River Road; Thence S32°58'00"W 87.63 Feet to the point of a 550.00 Foot radius curve to the left; Thence southwesterly through a central angle of 14°41'44" and along the arc of said curve 141.07 Feet; Thence S18°16'16"W 304.705 Feet to the point of a 5050.00 Foot radius curve to the left; Thence southwesterly through a central angle of 3°13'52" and along the arc of said curve 284.79 Feet to the point of 45.00 Foot radius reverse curve to the right; Thence Southwesterly through a central angle of 89°51'49" and along the arc of said curve 70.58 Feet; Thence N75°05'47"W 548.87 Feet to the point of a 800.00 Foot radius curve to the right; Thence northwesterly through a central angle of 34°18'29" and along the arc of said curve 479.03 Feet; Thence N40°47'18"W 12.73 Feet to the point of a 45.00 Foot radius curve to the right; Thence Northerly through a central angle of 87°24'01" and along the arc of said curve 68.64 Feet; Thence N46°36'43"E 663.85 Feet to the point of a 267.00 Foot radius curve to the right; Thence northeasterly through a central angle of 22°37'12" and along the arc of said curve 105.41 Feet to the end of 4310 Street; Thence N20°46'05"W on a radial bearing 66.00 Feet along the end of 4310 South Street to a point on a 333.00 Foot radius curve to the left; Thence Southwesterly through a central angle of 22°37'12" and along the arc of said curve 131.47 Feet to a point of tangency: Thence S46°36'43"W 656.43 Feet to the point of a 45.00 Foot radius curve to the right; Then Southwesterly through a central angle of 92°35'59" and along the arc of said curve 72.73 Feet; Thence N40°47'18"W 208.13 Feet to the point of a 4066.00 Foot radius curve to the left; Thence Northwesterly through a central angle of 1°57'12" and along the arc of said curve 138.63 Feet; Thence N42°44'31"W 211.10 Feet to the point of a 45.00 Foot radius curve to the right; Thence northwesterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence N47°15'29"E 1059.68 Feet to the point of a 478.84 Foot radius curve to the right; Thence northeasterly through a central angle of 9°07'48" and along the arc of said curve 76.30 Feet to the point of a 626.23 Foot radius reverse curve to the left; Thence northeasterly through a central angle of 9°07'48" and along the arc of said curve 99.79 Feet to Commerce Drive; Thence N42°44'31"W 80.00 Feet along Commerce Drive; Thence S47°15'20"W 1403.61 Feet to the point of a 2000.00 Foot radius curve to the right; Thence southwesterly through a central angle of 12°33'42" and along the arc of said curve 438.48 Feet; Thence S59°49'11"W 42.04 Feet; Thence S30°10'49"E 66.00 Feet; Thence N59°49'11"E 42.04 Feet to the point of a 2066.00 radius curve to the left; Thence Northeasterly through a central angle of 12°33'42" and along the arc of said curve 452.95 Feet; Thence N47°15'29"E 12.58 Feet to the point of a 45.00 Foot radius curve to the right; Thence southwesterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence S42°44'31"E 211.10 Feet to the point of a 4000.00 Foot radius curve to the right; Thence southeasterly through a central angle of 1°57'12" and along the arc of said curve 136.38 Feet; Thence S40°47'18"E 208.10 Feet to the point of a 45.00 Foot radius curve to the right; Thence Southwesterly through a central angle of 92°17'12" and along the arc of said curve 72.48 Feet to the point of a 2000.00 Foot radius

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compound curve to the right; Thence southwesterly through a central angle of 8°19'18" and along the arc of said curve 290.48 Feet; Thence S30°10'49"E on a radial bearing 66.00 Feet to a point on a 2066.00 Foot radius curve to the left; Thence northeasterly through a central angle of 8°29'26" and along the arc of said curve 306.16 Feet to the point of a 45.00 Foot radius curve to the right; Thence northeasterly through a central angle of 87°52'57" and along the arc of said curve 69.02 Feet; Thence S40°47'18"E 12.81 Feet to the point of a 866.00 Foot radius curve to the left; Thence southeasterly through a central angle of 34°18'29" and along the arc of said curve 518.55; Thence S75°05'47"E 548.86 Feet to the point of a 45.00 Foot radius curve to the right; Thence southeasterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence S14°54'13"W 501.51 Feet; Thence S75°05'47"E 100.00 Feet; Thence N14°54'13"E 501.51 Feet to the point of a 45.00 Foot radius curve to the right; Thence northeasterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence S75°05'47"E 203.32 Feet to the point of 600.00 Foot radius curve to the right; Thence southeasterly through a central angle of 15°08'27" and along the arc of said curve 158.55 Feet; Thence S59°57'20"E 659.07 Feet to the point of a 866.00 Foot radius curve to the left; Thence southeasterly through a central angle of 25°57'57" and along the arc of said curve 392.46 Feet to the point of a 45.00 Foot radius curve to the right; Thence southeasterly through a central angle of 87°10'07" and along the arc of said curve 68.46 Feet to a point of tangency; Thence S1°14'50"W 83.02 Feet; Thence S88°45'10"E 66.00 Feet; Thence N1°15'50"E 81.91 Feet to the point on a 45.00 Foot radius curve to the right; Thence northeasterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence S88°45'10"E 2091.12 Feet to the point of a 45.00 Foot radius curve to the right; Thence southeasterly through a central angle of 89°56'02" and along the arc of said curve 70.63 Feet; Thence S88°49'08"E 66.00 Feet; Thence N1°10'52"E 77.875 Feet to the point of beginning. Containing 22.129 acres.

BOUNDARY DESCRIPTION PARCEL 2: Beginning at a point on the boundary of Parcel 1, said point being N88°45'10"W 33.00 Feet along the section line and S1°10'52"W 77.91 Feet from the East ¼ Corner of Section 20, Township 43 South, Range 15 West, Salt Lake Base and Meridian, and running thence S88°49'08"E 33.00 Feet; Thence S1°10'52"W 650.28 Feet; Thence N88°49'09"W 66.00 Feet; Thence N1°10'52"E 650.28 Feet to a point on the boundary of Parcel 1; Thence S88°49'08"E 33.00 Feet to the point of beginning. Containing 0.985 acres.

BOUNDARY DESCRIPTION PARCEL 3: Beginning at a point on the boundary of Parcel 1, said point being S88°45'10"E 1360.35 Feet along the center section line from the West ¹/₄ Corner of Section 20, Township 43 South, Range 15 West, Salt Lake Base and Meridian, and running thence S75°05'47"E 100.00 Feet; Thence S14°54'13"W 493.03 Feet to the point of a 45.00 radius curve to the left; Thence southeasterly through a central angle of 90°10'21" and along the arc of said curve 70.82 Feet; Thence S75°16'08"E 545.09 Feet to the point of a 566.00 Foot radius curve to the right; Thence southeasterly through a central angle of 30°27'06" and along the arc of said curve 300.82 Feet; Thence S44°49'02"E 155.66 Feet to the point on a 45.00 Foot radius curve to the left; Thence northeasterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence N45°10'58"E 785.63 Feet to the point of a 300.00 Foot radius curve to the left; Thence northeasterly through a central angle of 43°56'08" and along the arc of said curve 230.05 Feet to a point on the boundary of Parcel 1; Thence S88°45'10"E on a radial bearing 66.00 Feet to a point on a 366.00 Foot radius curve to the right; Thence southwesterly through a central angle of 43°56'08" and along the arc of said curve 280.66 Feet to a point of tangency; Thence S45°10'58"W 785.63 Feet to the point of a 45.00 Foot radius curve to the left; Thence southeasterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence S45°10'56"W 66.00 Feet; Thence N44°49'02"W 311.66 Feet to a point on a 500.00 Foot radius curve to the left; Thence northwesterly through a central angle of 30°27'06" and along the arc of said curve 265.74 Feet; Thence N75°16'08"W 545.56 Feet to the point of a 45.00 Foot radius curve to the left; Thence southwesterly through a central angle of 89°49'39" and along the arc of said curve 70.55 Feet; Thence S14°54'13"W 86.05 Feet to a point on a 2420.55 Foot radius curve to the left; Thence southwesterly through a central angle of 11°32'02" and along the arc of said curve 487.26 Feet; Thence N86°37'45"W on a radial bearing 100.00 Feet to a point on a 2520.55 Foot radius curve to the right; Thence northeasterly through a central angle of 11°31'58" and along the arc of said curve 507.34 Feet to a point of tangency;

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Thence N14°54'13"E 71.53 Feet to the point of a 45.00 Foot radius curve to the left; Thence northwesterly through a central angle of 90°10'21" and along the arc of said curve 70.82 Feet; Thence N75°16'08"W 40.00 Feet; Thence N14°43'52"E 80.00 Feet; Thence S75°16'08"E 40.51 Feet to the point of a 45.00 Foot radius curve to the left; Thence northeasterly through a central angle of 89°49'39" and along the arc of said curve 70.55 Feet; Thence N14°54'13"E 493.60 Feet to the point of beginning. Containing 6.487 acres.

BOUNDARY DESCRIPTION PARCEL 4: Beginning at a point on the boundary of Parcel 1, said point being N1°10'51"E 822.13 Feet along the section line and N90°00'00"E 120.78 Feet from the West ¼ Corner of Section 20, Township 43 South, Range 15 West, Salt Lake Base and Meridian, and running thence S30°10'49"E 66.00 Feet along the boundary line of Phase 1; Thence S59°49'11"W 224.89 Feet to the point of a 45.00 Foot radius curve to the left; Thence southwesterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence S30°10'49"E 41.83 Feet to the point of a 500.00 Foot radius curve to the left; Thence southeasterly through central angle of 21°52'21" and along the arc of said curve 190.87 Feet; Thence S52°03'10"E 50.75 Feet to the point of a 50.00 Foot radius curve to the left; Thence southeasterly through a central angle of 41°00'52" and along the arc of said curve 35.79 Feet to the point of a 60.00 Foot radius reverse curve to the right; Thence southwesterly through a central angle of 262°01'43" and along the arc of said curve 274.40 Feet to the point of a 50.00 Foot radius reverse curve to the left; Thence northwesterly through a central angle of 41°00'52" and along the arc of said curve 35.79 Feet to a point of tangency; Thence N52°03'10"W 50.75 Feet to the point of a 566.00 Foot radius curve to the right; Thence northwesterly through a central angle of 21°52'21" and along the arc of said curve 216.07 Feet; Thence N30°10'49"W 41.83 Feet to the point of a 45.00 Foot radius curve to the left; Thence northwesterly through a central angle of 90°00'00" and along the arc of said curve 70.69 Feet; Thence S59°49'11"W 195.86 Feet to the point of a 434.00 Foot radius curve to the left; Thence southwesterly through a central angle of 21°59'42" and along the arc of said curve 166.61 Feet; Thence N52°10'31"W 66.00 Feet on a radial bearing to a point on a 500.00 Foot radius curve to the right; Thence northeasterly through a central angle of 21°59'42" and along the arc of said curve 191.94 Feet to a point of tangency; Thence N59°49'11"E 576.75 Feet to the point of beginning. Containing 1.968 acres, more or less.

NUMBER OF ACRES BY COUNTY: 31.57 acres – Washington County

NUMBER OF ACRES BY FUND: 31.57 acres - School

MINERAL RESERVATIONS: Excepting and reserving to the State all coal, oil and gas, and other mineral deposits.

SURFACE RESERVATIONS: None

Upon recommendation of Andrea James, the Director approved the above correction.

ACTIONS CONTAINING FEE WAIVERS

NONE